

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0526-01
Bill No.: SB 95
Subject: Licenses - Professional; Housing; MoDOT; DED
Type: Original
Date: January 19, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
State Highway Fund	\$4,200	\$4,200	\$4,200
Total Estimated Net Effect on <u>All</u> State Funds	\$4,200	\$4,200	\$4,200

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development - Division of Motor Carrier and Railroad Safety (DED)** note that according to the Department of Transportation, Oversize/Overweight Section, there are approximately 42 house-moving companies in the state. Therefore, the division would be required to license 42 companies per year at \$100 each, for a total of \$4,200 annually to be credited to the state highway fund. Officials assume this proposal would require an additional 1.5 FTE to perform the tasks required in the proposal in verifying that applicants meet all requirements and that house moves are made in accordance with the regulations specified in the bill. Total costs to the state highway fund would be \$67,055 for FY 2002, \$50,896 for FY 2003, and \$52,293 for FY 2004.

Oversight notes that in response to similar legislation in the prior year, DED requested .5 FTE at a cost of \$14,867 for FY 2001, \$13,669 for FY 2002, and \$14,011 for FY 2003. In 1999, in response to similar legislation, DED responded that the duties could be handled with existing staff. Since the expected number of licensees is reported to be the same, Oversight assumes that existing staff could absorb the duties of the current proposal.

Officials from the **Department of Transportation (MoDOT), Department of Insurance (INS), Department of Economic Development - Division of Professional Registration (DPR), Department of Labor (DOL), Department of Revenue (DOR), Department of Public Safety-Missouri Highway Patrol (MHP)** assume the proposed legislation would have either no fiscal impact or minimal fiscal impact on their agencies.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
STATE HIGHWAY FUND			
Income—Div. of Motor Carrier & RR Safety			
Licensure Fees/Renewals	\$4,200	\$4,200	\$4,200
ESTIMATED NET EFFECT TO STATE HIGHWAY FUND	<u>\$4,200</u>	<u>\$4,200</u>	<u>\$4,200</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

It is expected that small businesses would have a direct fiscal impact as a result of this proposal.

DESCRIPTION

This bill would require those who engage in the profession of housemoving to obtain a license from the Department of Economic Development. In order to obtain a license, each housemover would have to demonstrate that it has adequate motor vehicle, liability, workers' compensation, and cargo insurance. Housemovers who are moving their own homes would not have to obtain a license. For every move made, the housemover would have to obtain a permit from the Department of Transportation. This housemover must also comply with local ordinances. A housemover who violates this act would be guilty of a Class A misdemeanor.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

This proposal would affect Total State Revenues

SOURCES OF INFORMATION

Department of Economic Development
Division of Professional Registration
Division of Motor Carrier and Railroad Safety
Department of Insurance
Department of Transportation
Department of Revenue
Department of Public Safety
Missouri Highway Patrol
Department of Labor and Industrial Relations



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